

Section 8 Payment Options

Electronic Funds Withdrawal (EFW)

Businesses may elect to have their current year balance due paid by EFW. Our e-file program also provides the ability to send a schedule of EFW requests for estimated tax payments as part of the e-file return transmission. Businesses authorize the EFW by signing form FTB 8453-C. The EFW request(s) and banking information are transmitted with the e-file return. The entries for the dates and amounts of the EFWs are contained in the e-file return.

Note: Corporations required to remit payments by Electronic Funds Transfer, may use EFW and be considered in compliance with that requirement.

Electronic Funds Transfer

If a corporation is enrolled in FTB's EFT program, they may elect to pay their current year balance due through that system. For more information on FTB's Electronic Funds Transfer Program, go to www.ftb.ca.gov and search for **EFT**.

Paper Check (FTB Form 3586)

If a business pays by paper check, you must furnish them with a completed form FTB 3586, *Voucher for Corp e-filed Returns*. Provide this form to the business after the return has been accepted. The Corporation Number, FEIN, name, and address information on form FTB 3586 must be the same information that was electronically transmitted and match the information printed on the paper copy of the business's tax return (Form 100). Erroneous information may cause us to misapply the payment.

Instruct businesses that want to pay a different amount from the amount printed on form FTB 3586, to line through the pre-printed amount and write in the amount they are paying.

Note: Corporations that meet certain requirements must remit all of their payments through EFT rather than by paper checks or money orders to avoid the EFT penalty. Corporations that remit an estimated tax payment or extension payment in excess of \$20,000 or that have a total tax liability in excess of \$80,000 must remit all of their payments through EFT. The Franchise Tax Board (FTB) will notify corporations that are subject to this requirement.

Those that do not meet these requirements and wish to participate on a voluntary basis may do so. If the corporation is paying through EFT, Do Not Send The Payment Voucher (FTB 3586). For corporations not required to remit their payments through EFT, using direct deposit or electronic funds withdrawal is voluntary and applies only to the return you are filing at this time. If you want the corporation's refund directly deposited or payment withdrawn electronically from the corporate bank account, you must complete Parts II and IV before transmitting the return.

We will not honor requests completed after transmission of the return. To cancel an electronic funds withdrawal, you must call the FTB at (916) 845-0353 at least two working days before the date of the withdrawal.

Instructions for Form FTB 3586

Voucher for Corporation Electronically Filed (e-filed) Returns

General Information

Use form FTB 3586, Voucher for Corp e-filed Returns, to pay the tax only if the corporation:

- Files its tax return electronically,
- Has a balance due,
- Remits payment with a check or money order, and
- Is not required to remit payment through EFT.

Private Mailbox (PMB) Number

If the corporation leases a private mailbox (PMB) from a private business, rather than a PO box from the United States Postal Service, include the box number in the field labeled "PMB no." in the address area.

Electronic Funds Transfer (EFT)

Corporations that meet certain requirements must remit all of their payments through EFT rather than by paper checks or money orders to avoid the EFT penalty.

Corporations that remit an estimated tax payment or extension payment in excess of \$20,000 or that have a total tax liability in excess of \$80,000 must remit all of their payments through EFT. The Franchise Tax Board (FTB) will notify corporations that are subject to this requirement. Those that do not meet these requirements and wish to participate on a voluntary basis may do so.

If the corporation is paying through EFT, **Do Not Send The Payment Voucher**. For more information, go to our Website at www.ftb.ca.gov, call (916) 845-4025, or get FTB Pub. 3817, Electronic Funds Transfer Program Information Guide.

General Instructions

Is form FTB 3586 preprinted with the corporation's information?

Yes. Go to number 1. **No.** Go to number 2.

1. Verify that the following information is correct before writing the check or money order:

- Corporation's name;
- Address;
- California corporation number;
- Federal employer identification number; and
- Amount of payment.

If a change to the information is needed, use a black or blue ink pen to draw a line through the incorrect information and clearly print the new information. Scanning machines may not be able to read other colors of ink or pencil. Then, go to number 3.

2. If there is a balance due, complete the voucher at the bottom of this page. Print the corporation's name, address, California corporation number, federal employer identification number, and amount of payment in the space provided. Print all names and words in **CAPITAL LETTERS**. Use a black or blue ink pen. Scanning machines may not be able to read other colors of ink or pencil.

Verify that the following information is complete:

- Corporation's name;
- Address;
- California corporation number;
- Federal employer identification number; and
- Amount of payment.

The information on form FTB 3586 should match the information that was electronically transmitted to the Franchise Tax Board and the information printed on the paper copy of the corporation's 2005 Form 100.

3. Make the check or money order payable to "Franchise Tax Board." Write the corporation number and "2005 Form 100" on the check or money order.

Note: All checks or money orders must be payable in US dollars and drawn against a US financial institution.

4. Detach the payment voucher from the bottom of this page, only if an amount is owed. **Enclose, but do not staple, the payment with the voucher and mail to:**

FRANCHISE TAX BOARD
PO BOX 942857
SACRAMENTO CA 94257-0531

Note: Do not send a paper copy of the tax return to the FTB. Keep it for the corporation's records.

✂ DETACH HERE IF NO PAYMENT IS DUE, DO NOT MAIL THIS FORM DETACH HERE ✂

(Calendar year corporations — Due March 15, 2006)

(Fiscal year filers — see instructions)

TAXABLE YEAR

CALIFORNIA FORM

2005 Voucher for Corp e-filed Returns

3586 (e-file)

For calendar year 2005 or fiscal year beginning month _____ day _____ year 2005, and ending month _____ day _____ year _____.

California corporation number	Federal employer identification number	Amount of payment
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Corporation name

Address

PMB no.

Entity will file.

City

State

ZIP Code

☐ Form 100

Contact telephone number

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IF NO PAYMENT IS DUE, DO NOT MAIL THIS FORM
Do not send copy of return with payment voucher.

When to Make Your Payment

If there is a balance due on the corporation's 2005 return, send form FTB 3586 with the payment for the full amount to FTB.

Payment of Tax Due Dates:

To avoid late payment of penalties and interest, 100% of the tax liability must be paid by the following due dates:

Form 100

Calendar Year Filers	March 15, 2006
Fiscal Year Filers	15th day of the 3rd month following the close of the taxable year.

Form 100 for farmers' cooperative

Calendar Year Filers	September 15, 2006
Fiscal Year Filers	15th day of the 9th month following the close of the taxable year.

Penalties and Interest

- If the corporation fails to pay its total tax liability by the original due date, a late payment penalty plus interest will be added to the tax due.
- If the corporation does not file its CA tax return by the extended due date, or the corporation's powers, rights, and privileges have been suspended or forfeited by the FTB or the California SOS, as of the original due date, the automatic extension will not apply and a delinquency penalty plus interest will be assessed from the original due date of the CA tax return.
- If the corporation is required to remit all of its payments through EFT and pays by another method, a 10% noncompliance penalty will be assessed.